

Endowment Fund Investment Bd Endowment Investments

Description:

The basic goals of the Endowment Fund Investment Board are to provide safety of investments, increased distributions to fund beneficiaries, growth of the principal through realized capital gains, and to provide investment management to the State Insurance Fund, Capital Endowment Fund and Judges' Retirement Fund.

Major Functions and Targeted Performance Standard(s) for Each Function:

1. Earnings reserve fund.

A. Public school.

Actual Results			
2000	2001	2002	2003
0	29,554,264	20,799,065	15,443,347
Projected Results			
2004	2005	2006	2007
18,875,000	19,818,750	20,810,000	21,850,000

B. Pooled investments

Actual Results			
2000	2001	2002	2003
0	19,934,687	14,437,760	12,415,250
Projected Results			
2004	2005	2006	2007
13,050,000	13,700,000	14,400,000	15,100,000

2. Permanent Endowment Fund.

A. Public school.

Actual Results			
2000	2001	2002	2003
552,321,831	515,590,463	444,139,936	453,666,140
Projected Results			
2004	2005	2006	2007
475,500,000	480,400,000	504,500,000	529,700,000

B. Pooled investments.

Actual Results			
2000	2001	2002	2003
253,563,333	236,818,142	203,802,952	199,323,627
Projected Results			
2004	2005	2006	2007
209,300,000	219,800,000	230,800,000	242,400,000

3. Total fund - this is the permanent corpus plus earnings reserve. Active (as opposed to buy and hold) investment management of endowment funds and the State Insurance Fund by manager of investments, assistant managers and equity managers.

A. Public school

Actual Results			
2000	2001	2002	2003
552,321,831	545,144,727	464,939,001	451,109,487
Projected Results			
2004	2005	2006	2007
476,375,000	500,218,750	525,310,000	551,550,000

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B. Pooled investments.

Actual Results			
2000	2001	2002	2003
253,563,333	256,752,829	218,240,712	211,738,877
Projected Results			
2004	2005	2006	2007
222,350,000	233,500,000	245,200,000	257,500,000

C. State Insurance Fund.

Actual Results			
2000	2001	2002	2003
294,039,948	293,152,396	290,092,667	311,766,165
Projected Results			
2004	2005	2006	2007
315,000,000	320,000,000	325,000,000	330,000,000

4. Distribution to fund beneficiaries.

A. Public school appropriations/ distribution or estimate.

Actual Results			
2000	2001	2002	2003
33,200,000/33,336,888	44,700,000/44,700,000	47,675,000/47,675,000	43,313,000/37,056,500
Projected Results			
2004	2005	2006	2007
37,750,000/37,750,000	34,885,000	34,000,000	35,700,000

B. Pooled appropriations/distribution or estimate.

Actual Results			
2000	2001	2002	2003
14,740,000/15,229,512	20,750,000/20,750,000	21,965,000/21,965,000	19,925,000/19,925,000
Projected Results			
2004	2005	2006	2007
17,355,000/17,355,000	16,000,000	15,800,000	16,600,000

C. State Insurance Fund income earned/dividend distribution.

Actual Results			
2000	2001	2002	2003
17,200,090/33,000,000	17,104,414/25,000,000	15,637,075/19,500,000	12,699,266/4,000,000
Projected Results			
2004	2005	2006	2007
13,000,000/Unknown	13,500,000/Unknown	14,000,000/Unknown	14,500,000/Unknown

5. To provide performance report --FY2001 was first equity year.

A. Total fund performance

Actual Results			
2000	2001	2002	2003
-3.00%	-10.33%	2.00%	3.70%
Projected Results			
2004	2005	2006	2007
5.00%	5.00%	7.00%	7.00%

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6. Agency cost - Continuous appropriation consultant, equity managers, bank custodian fees..
A. Total continuous appropriation cost and estimates.

Actual Results			
2000	2001	2002	2003
0	1,327,421	3,215,995	2,528,072
Projected Results			
2004	2005	2006	2007
3,000,000	3,200,000	3,400,000	3,600,000

Program Results and Effect:

The Endowment Fund Investment Board produces distribution estimates to fund beneficiaries. The Fund is constantly researching ways to maximize return to the funds under management. The ultimate effect of this program is the continued management necessary to maintain fund safety and to insure maximum return to the fund beneficiaries and the people of Idaho.

Numbers for FY 2001 and beyond are based on the variable spending policy. The State Insurance Fund estimates are purely speculative, due to the changes that have taken place in their office.

1A and 1B, 2A and 2B are market values. 3A and 3B are book values through FY 2000 and market values thereafter. 3C is book value throughout.

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